IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF PENNSYLVANIA

WRS, INC., d/b/a WRS MOTION PICTURE LABORATORIES, a corporation, Plaintiff, v. PLAZA ENTERTAINMENT, INC., a corporation, ERIC PARKINSON, an individual, CHARLES von BERNUTH, an individual and JOHN HERKLOTZ, an individual, Defendants.	)	C.A. No. 00-2041 Judge Arthur J. Schwab

JOINT STATUS REPORT

1. On Thursday, February 14, 2008, counsel for WRS and John Herklotz attended a conference with the Court relative to issues concerning the appropriateness of a stay of execution proceedings relative to the judgment against John Herklotz. Since the conference counsel have been in close communication via telephone and email and have been working diligently on a joint Stipulation Pursuant To F.R.C.P. 62(D) For an Order Staying Proceedings to Enforce Judgment Pending Appeal. Multiple draft documents have been exchanged. Due to the complex nature of the assets that Mr. Herklotz is proposing to utilize in lieu of an appeal bond, counsel have been required to research factual aspects of the assets and make determinations as to the sufficiency of various instruments that may be used to encumber the assets. These

discussions are active and ongoing and counsel hope to have resolved the remaining issues by the close of business today.

2. WRS's counsel has no objection to this Joint Status Report and has consented to sending it to the Court and the use of his electronic signature for filing same.

Respectfully submitted,

BURNS, WHITE & HICKTON, LLC

BY: *John P. Sieminski*

John P. Sieminski, Esquire
PA ID #58991
Attorneys for Defendant, John Herklotz

BURNS, WHITE & HICKTON, LLC
Four Northshore Center
106 Isabella Street
Pittsburgh, Pennsylvania 15212
(412) 995-3000
(412) 995-3300 (Facsimile)

BY: *Thomas E. Reilly*

Thomas E. Reilly, Esquire
PA ID #25832

Thomas E. Reilly, P.C.
2025 Greentree Road
Pittsburgh, PA 15220

Dated: 2-18-08